

CALIFORNIA DEBT LIMIT ALLOCATION COMMITTEE

December 5, 2007

CONSIDERATION OF STAFF'S RECOMMENDATION TO TRANSFER UNUSED ALLOCATION REMAINING ON DECEMBER 31, 2007 TO A PROGRAM POOL OR POOLS AS DETERMINED BY THE COMMITTEE AND AWARD SUCH ALLOCATION TO A STATEWIDE ISSUER OR ISSUERS ON A CARRY FORWARD BASIS

ACTION:

Approve the transfer of all unused allocation remaining in program pools on December 31, 2007 to the Single Family Housing Program Pool on a carryforward basis.

BACKGROUND:

After the December 5, 2007 allocations have been made, there will be a 2007 volume cap balance remaining. This amount is likely to increase as projects that have received bond authority may issue only a portion of their allocation or fail to issue bonds entirely. In order to ensure that no amount of allocation is lost, staff is recommending that the remaining allocation as of December 31, 2007 be made available to the California Housing Finance Agency's Single Family Housing Program.

COMMENT: Staff's proposal will ensure that no amount of the 2007 State Ceiling is unallocated.

RECOMMENDATION: Staff recommends that all allocation remaining as of December 31, 2007 be transferred to the Single Family Housing Program Pool and such balance be awarded to the California Housing Finance Agency on a carryforward basis.

Prepared by Misti Armstrong.